U.S. Will Reduce Bail Of Convicted Red Spy

U.S. government has agreed to return to the Soviet Union \$80,000 of the \$100,000 posted in federal court here for the release of convicted Soviet spy Igor Ivanov, according to a Justice Department spokesman.

The spokesman revealed yesterday that the government had agreed to change the terms of the bail.

He added, however, that the Soviet Union again had acknowledged that Soviet Am-

NEWARK, N.J. (AP) - The bassador Antatoly F. Dobrynin had given "his personal assurances" that Ivanov would be returned to this county whenever federal courts demanded his appearance.

Ivanov was convicted on federal espionage charges in 1964, but has not been jailed because his conviction is under appeal. He was allowed to return home in January 1971 because his father was reportedly ill.

At the time Ivanov had been free on \$100,000 bail posted by the Soviet Union but had been limited to travel in the New York-New Jersey area.

The Russian was a chauffeur for the Amtorg Soviet trade agency in New York when he was arrested on espionage charges Oct. 29, 1963, along with John W. Butenke, an American employed as an electrical engineer by a Paramus, N.J., defense plant working on a Strategic Air Command communications sys-

Butenke has been in prison serving a 30-year sentence, but & a hearing has been set for next Friday in federal court in Newark on an appeal that his espionage conviction be overturned. He is claiming that illegal wiretaps were used in the case in violation of his constitutional rights.

A similar argument by Ivanov was rejected by federal courts earlier this year.